By: González of El Paso

H.B. No. 32

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the licensing and regulation of certain pecan buyers in
3	certain counties; requiring an occupational license; authorizing a
4	fee; creating a criminal offense.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle D, Title 5, Agriculture Code, is
7	amended by adding Chapter 105 to read as follows:
8	CHAPTER 105. PECAN BUYERS IN CERTAIN COUNTIES
9	Sec. 105.001. DEFINITIONS. In this chapter:
10	(1) "Buyer" means a person engaged in the business of
11	purchasing in-shell pecans from a pecan producer. The term
12	includes an accumulator, buying station, cleaning plant, sheller,
13	dealer, or broker.
14	(2) "Buying location" means a physical location where
15	a buyer accepts in-shell pecans or, if the purchase of in-shell
16	pecans is brokered, a physical location where records relating to
17	the purchase of in-shell pecans are maintained.
18	(3) "In-shell pecan" means a pecan nut with its shell
19	attached.
20	(4) "Peace officer" means a person described by
21	Article 2.12, Code of Criminal Procedure.
22	(5) "Pecan producer" means a person who grows pecans.
23	(6) "Personal identification document" means:
24	(A) a valid driver's license issued by a state in

- 1 the United States;
- 2 (B) a United States military identification
- 3 card; or
- 4 (C) a United States passport or a passport issued
- 5 by a foreign government recognized by the United States.
- 6 (7) "Western county" means one of the five westernmost
- 7 counties in this state in which pecans are produced, measured at the
- 8 westernmost part of the county.
- 9 Sec. 105.002. EXEMPTIONS. (a) This chapter does not apply
- 10 <u>to:</u>
- 11 (1) a person whose business:
- 12 (A) is a grocery store, retail store, gas
- 13 station, or other similar operation; and
- 14 (B) conducts in-shell pecan transactions
- 15 totaling less than 100 pounds during any 12-month period;
- 16 (2) transactions involving in-shell pecans for
- 17 personal consumption totaling less than 50 pounds during any
- 18 12-month period; or
- 19 (3) brokers or other individuals, as approved by the
- 20 department, who are engaged in in-shell pecan transactions but do
- 21 not physically receive pecan shipments within a western county.
- 22 <u>(b) The commissioner by rule may grant additional</u>
- 23 <u>exemptions from this chapter for transactions involving a minimal</u>
- 24 risk of fraud or theft.
- Sec. 105.003. LICENSING AND INSPECTION PROGRAM. The
- 26 department shall establish a licensing and inspection program for
- 27 buyers in western counties.

- 1 Sec. 105.004. RULES. The department shall adopt rules to
- 2 implement this chapter.
- 3 Sec. 105.005. FEE. The department shall establish by rule
- 4 <u>an annual license fee in an amount not</u> to exceed the lesser of:
- 5 (1) the amount necessary to administer and enforce
- 6 this chapter; or
- 7 (2) \$400.
- 8 Sec. 105.006. INSPECTION. The department or a peace
- 9 officer may inspect a buying location in a western county and
- 10 documents related to the buying and selling of in-shell pecans in a
- 11 western county to determine compliance with this chapter or a rule
- 12 adopted under this chapter.
- Sec. 105.007. LICENSE REQUIRED. A person may not:
- 14 (1) purchase in a western county in-shell pecans as a
- 15 buyer unless the person holds a license issued by the department
- 16 under this chapter; or
- 17 (2) operate a buying location in a western county
- 18 unless the person holds a license issued by the department under
- 19 this chapter covering the buying location.
- Sec. 105.008. APPLICATION FOR, TERM OF, AND RENEWAL OF
- 21 LICENSE. (a) The department shall issue a license to an applicant
- 22 who meets the requirements of this chapter.
- 23 (b) An applicant for a license under this chapter must:
- 24 (1) complete a pecan weevil education program
- 25 prescribed by the department; and
- 26 (2) submit to the department:
- (A) an application on a form prescribed by the

- 1 <u>department;</u>
- 2 (B) any other documents required by the
- 3 department; and
- 4 (C) a fee in an amount established by the
- 5 department in accordance with Section 105.005.
- 6 (c) A license issued under this chapter is valid for a
- 7 12-month period, beginning and ending on dates specified by the
- 8 department.
- 9 (d) The department shall renew a license on submission by
- 10 the license holder of a completed application and a renewal fee, as
- 11 established by department rule in accordance with Section 105.005,
- 12 unless the department determines that the license holder has
- 13 violated this chapter or a rule adopted under this chapter.
- Sec. 105.009. DUTIES OF BUYER. A buyer shall:
- (1) comply with the provisions of this chapter and
- 16 rules adopted under this chapter;
- 17 (2) comply with state and federal requirements related
- 18 to the movement of in-shell pecans; and
- 19 (3) ensure that all of the buyer's employees involved
- 20 in the purchasing, receiving, or shipping of in-shell pecans in a
- 21 western county are trained on the provisions of this chapter and
- 22 rules adopted under this chapter.
- Sec. 105.010. RECORDS. (a) A buyer shall:
- 24 (1) maintain accurate and legible written records in a
- 25 form approved by the department of each purchase in a western county
- 26 of in-shell pecans made in the course of the buyer's business;
- 27 (2) ensure that a record required by Subdivision (1)

- 1 is available for inspection by the department or a peace officer not
- 2 later than 48 hours after the transaction; and
- 3 (3) retain a record required by Subdivision (1) until
- 4 at least the second anniversary of the date of the transaction.
- 5 (b) If a license holder purchases in a western county
- 6 in-shell pecans from a person who is not licensed under this
- 7 chapter, the purchase record must include the:
- 8 (1) location and date of the purchase;
- 9 (2) name and address of the seller;
- 10 (3) street address or physical location of the tree or
- 11 farm from which the in-shell pecans originated;
- 12 (4) identification number specified on the personal
- 13 identification document of the seller;
- 14 (5) license plate number, make, and model of the
- 15 <u>seller's motor vehicle; and</u>
- 16 (6) total weight of the in-shell pecans purchased.
- 17 (c) If a license holder purchases in a western county
- 18 in-shell pecans from another license holder, the purchase record
- 19 must include the:
- 20 (1) name, address, and telephone number of the seller;
- 21 (2) date of origin of the in-shell pecans; and
- 22 (3) tota<u>l weight of the in-shell pecans purchased.</u>
- Sec. 105.011. REVOCATION OF LICENSE. The department may
- 24 revoke a license issued under this chapter for a violation of this
- 25 chapter or a rule adopted under this chapter.
- Sec. 105.012. CRIMINAL PENALTY. (a) A person commits an
- 27 offense if the person knowingly:

- 1 (1) violates this chapter; or
- 2 (2) fails to comply with a notice, order, or rule of
- 3 the department under this chapter.
- 4 (b) An offense under this section is a misdemeanor
- 5 punishable by a fine of \$250.
- 6 (c) A person commits a separate offense for each day the
- 7 person acts in violation of this section.
- 8 SECTION 2. Not later than December 1, 2019, the Department
- 9 of Agriculture shall adopt rules necessary to implement Chapter
- 10 105, Agriculture Code, as added by this Act.
- 11 SECTION 3. (a) Except as otherwise provided by this
- 12 section, this Act takes effect September 1, 2019.
- 13 (b) Sections 105.006, 105.007, 105.009, 105.010, and
- 14 105.012, Agriculture Code, as added by this Act, take effect
- 15 January 1, 2020.